Governor's Proposed FY23 Budget Adjustments Appropriations Hearing HB 5037 AAC the State Budget for the Biennium Ending June 30th, 2023 Department of Housing Wednesday, February 16th, 2022

Jim Pettinelli (he, him, his) executive director Liberty Community Services, Inc.

Senator Osten, Representative Walker, Senator Hartley, Representative Dathan, Representative Nolan, Senator Miner, Representative France, and distinguished members of the Appropriations Committee, thank you for hearing my testimony today on House Bill 5037 (AAC the State Budget for the Biennium Ending June 30th, 2023). I am here to discuss the important investments through the Department of Housing to support efforts to end homelessness in Connecticut. My name is Jim Pettinelli and I work in New Haven and am a resident of Hamden. CT.

I am the executive director of Liberty Community Services in New Haven, we provide housing and homeless services to community members across Greater New Haven. Our organization is a member of the Reaching Home Campaign, the CT Community Nonprofit Alliance, and the Greater New Haven Alliance to End Homelessness, I've been working in the field of housing and behavioral health for close to 40 years.

I'm wishing us all good luck during this new legislative session; the coming years are going to be critical to evaluating and supporting the housing needs of our state. I stand proudly with my community partners in the state, to advocate fiercely for what we need to improve the lives of those experiencing homelessness – and that is safe, affordable, and permanent housing. When our neighbors and family members have stable housing, their economic and health outcomes improve. Research has shown - <u>Housing is Healthcare</u>.

Over the last two years, COVID-19 aimed a laser focused spotlight on our housing and homelessness system - a shining light on the impactful work accomplished and the amazing talent and resilience of our staff. It has also highlighted how our system over many years has been seriously underfunded and under-resourced for far too long.

As challenging as these last years have been, I believe the coming years offer us the opportunity to build a *transformational future*. Our system requires additional funding for our essential front-line staff, true progress in developing new affordable housing, and increased service capacity to best meet the needs of those we serve. Our ongoing work together will help make the difference – moving forward at making homelessness, rare, brief, and one time. Our system continues to be stressed beyond capacity – in Greater New Haven, we currently have over 340 households utilizing hotel locations as shelter, compared to 175 last year. Our system is also significantly impacted by challenges to recruit and retain staff – across Greater New Haven at some agencies, turnover has hit of 40% this past year.

I respectfully request that the committee support the following proposals and expansions from the Governor's budget for the Department of Housing (DOH):

- The preservation of DOH's following FY23 allocations:
 - \$2.935 million Homeless Youth line

- \$85.323 million Housing/Homeless Services line
- \$637K Municipal Housing/Homeless Services line
- \$100 million bond authorization for the Affordable Housing FLEX Fund and \$50 million bond authorization for the state Housing Trust Fund
- The adding of an additional \$2.3 million in DOH's Housing/Homeless Services line to provide critical staff infrastructure support to <u>Coordinated Access Networks</u> (<u>CANs</u>) and <u>2-1-1</u>. CANs provide streamlined access to the homeless services system at the regional level. 2-1-1 serves as the statewide single point of entry to CANs.
- Providing an increase to DOH's Housing/Homeless Services line by at least \$20 million in FY23 to expand the Rental Assistance Program (RAP), including \$2 million to provide rental assistance to 200 scattered-site supportive housing units for highly vulnerable individuals and families.
- Providing an additional \$2.5 million in DOH's Housing/Homeless Services line to establish and implement a <u>proven eviction prevention model</u> that leverages Right to Counsel legal services and couples them with high-quality social work to address vulnerable renter's needs.
- Fully support the CT Community Nonprofit Alliance long term plan to restore at least \$461 million to community nonprofits, which includes housing and homeless service organizations
- Provide an additional \$13.34 million in FY 23 (\$8.08 million at DOH and \$5.26 million at DMHAS) to provide homeless and housing service organizations <u>funding</u> <u>for adequate wages</u>, <u>benefits</u>, <u>and professional development for front line workers</u>, increasing rent and utility costs, and better access to technology via:
 - o \$7.47 million increase in DOH Housing/Homeless Services line
 - \$169K increase in DOH Municipal Housing/Homeless Services line
 - \$436K increase in DOH Homeless Youth line

Additionally, I strongly support the governor's proposed allocation of \$50 million in American Rescue Plan recovery funds to support the creation of 350 additional housing units affordable to households with incomes between 30% and 50% of area median income. One area that is critical to our ongoing progress – is the need for more affordable and deeply affordable units – in Greater New Haven, overflow has stalled, we currently have over 170 households that are matched, with rental assistance in hand, but are unable to locate an affordable unit.

The pandemic created a roadblock and highlighted limitations, but our system works extremely well and we can make progress in decreasing the number of people who experience homelessness in Connecticut. We have the tools to move towards making homelessness a rare, brief, and one-time experience by investing in what works - funding for our essential front-line staff, investing in the development of new affordable housing options, and increasing service capacity to best meet the needs of those we serve.

We have seen over the last two years remarkable collaboration and innovative approaches – now is the time to keep that amazing work moving forward – community providers remain on the front-lines with our competent talented staff – with the much needed resources we can help make sure Connecticut's residents are healthy and have a home.

Thank you to the committee for the opportunity to present this testimony.

Sincerely, Jim Pettinelli, executive director, Liberty Community Services, jpettinelli@libertycs.org